

Docket Nos. 98-0252/0335 (Consol.)

Staff Exhibit 6.0

Schedule 6.01

Ameritech Illinois

Adjustment to Merger Planning and Implementation Costs

For the Test Year Ended December 31, 1999

(In Thousands)

Line No.	Description (A)	Amount (B)	Source (C)
1	Merger Planning and Implementation Costs per Staff	\$0	
2	Merger Planning and Implementation Costs per Company	<u>\$ 9,253</u>	Line 11
3			
4	Staff Proposed Adjustment to Corporate Operations Expense	<u>\$ (9,253)</u>	Line 1 - Line 2
5			
6			
7	Merger Planning and Implementation Costs Prior to Separations	\$ 13,784	Company response to Staff data request DLH-005
8	Less: Non-Regulated Portion	<u>1,792</u>	Non-regulated portion at 13% per Company response to Staff
9	Subtotal	11,992	Line 7 - Line 8
10	Intrastate Ratio per Company	<u>0.771601</u>	AI Exhibit 7.0, Schedule 1
11	Intrastate Merger Planning and Implementation Costs	<u>\$ 9,253</u>	Line 9 * Line 10

Ameritech Illinois  
Adjustment to Plant Under Construction  
For the Test Year Ended December 31, 1999  
(In Thousands)

Line No.	Description (A)	Amount (B)	Source (C)
1	Plant Under Construction per Staff	\$ 38,600	Line 16
2	Plant Under Construction per Company	<u>59,034</u>	Ameritech Exhibit 7.0, Schedule 2, Column (E)
3			
4	Staff Proposed Adjustment	<u>\$ (20,434)</u>	Line 1 - Line 2
5			
6			
7	Total Company 12/31/99 Balance per Cor	\$ 79,525	Ameritech Exhibit 7.0, Schedule 2, Column (A)
8	Non Regulated Amount per Company	1,940	Ameritech Exhibit 7.0, Schedule 2, Column (B)
9	Non Regulated Ratio	2.44%	Line 8 / Line 7
10			
11	Total Company 13-Month Average	51,998	Schedule 6.02, Page 2 of 2, Line 17
12	Less Non Regulated Amount per Staff	1,268	Line 11 * Line 9
13	Total Company Subject to Separations per	50,730	Line 11 - Line 12
14	Intrastate ratio	0.760892	Ameritech Exhibit 7.0, Schedule 2, Column (D)
15			
16	Intrastate Operating Results per Staff	\$ 38,600	Line 13 * Line 14

Ameritech Illinois  
Adjustment to Plant Under Construction  
For the Test Year Ended December 31, 1999  
(In Thousands)

Line No.	Description	Amount
		(1)
	(A)	(B)
1	Total Company Monthly Balances:	
2	December-98	\$ 52,298
3	January-99	67,752
4	February-99	55,047
5	March-99	50,152
6	April-99	54,778
7	May-99	47,799
8	June-99	31,852
9	July-99	38,289
10	August-99	50,645
11	September-99	46,082
12	October-99	48,271
13	November-99	53,488
14	December-99	<u>79,525</u>
15		
16	Total	\$ 675,978
17	Total Company 13-Month Average	\$ 51,998

(1) Source: Company Response to Staff Data Request SDR-003

Ameritech Illinois  
Adjustment to Pension Settlement Gains  
For the Test Year Ended December 31, 1999  
(In Thousands)

Line No.	Description (A)	Amount (B)	Source (C)
1	Pension Settlement Gains per Staff	\$ (16,855)	Line 16
2	Pension Settlement Gains per Company	<u>\$0</u>	Ameritech Exhibit 7.0, Schedule 1, Column (B) and Company response to Staff data request DLH-005
3			
4	Staff Proposed Adjustment to Corporate Operations Expense	<u>\$ (16,855)</u>	Line 1 - Line 2
5			
6	Average Annual Settlement Gains	\$ (5,010)	Schedule 6.03, Page 2 of 2, Column (B), Line 12
7	1999 Settlement Gains	\$ (105,500)	Company response to Staff data request DLH-005
8	Calculated Amount of Abnormal Settlement Gains	\$ (100,490)	Line 7 - Line 6
9	5 Year Amortization of Abnormal Gain	\$ (20,098)	Line 8 / 5 Years
10	Total Test Year Settlement Gains	\$ (25,108)	Line 6 + Line 9
11			
12	Settlement Gains Prior to Separations	\$ (25,108)	Line 10
13	Less: Non-Regulated Portion	<u>(3,264)</u>	Non-regulated portion at 13% per Company response to Staff data request DLH-038
14	Subtotal	<u>(21,844)</u>	Line 12 - Line 13
15	Intrastate Ratio per Company	<u>0.771601</u>	AI Exhibit 7.0, Schedule 1
16	Intrastate Settlement Gains Per Staff	<u>\$ (16,855)</u>	Line 14 * Line 15

Note: Gains are shown as credits in brackets; Reversals of gains are shown as debits as positives.

Ameritech Illinois  
Adjustment to Pension Settlement Gains  
For the Test Year Ended December 31, 1999  
(In Thousands)

Line No.	Description	Amount
	(A)	(B)
1	Total Company Settlement Gains:	
2	1991	\$ (1,200)
3	1992	(4,900)
4	1993	(5,400)
5	1994	(13,000)
6	1995	(8,862)
7	1996	(5,481)
8	1997	(640)
9	1998	<u>(599)</u>
10		
11	Total	\$ (40,082)
12	Average Annual Gain	\$ (5,010)

(1) Source: Company Response to Staff Data Request DLH-040